## SENATE JOINT RESOLUTION NO. SJ0003

School capital construction-constitutional amendment.

Sponsored by: Senator(s) Scott and Coe and Representative(s) Allen, Miller and Northrup

## A JOINT RESOLUTION

for

- 1 A JOINT RESOLUTION proposing to amend the Wyoming
- 2 Constitution to transfer responsibility to construct school
- 3 facilities to school districts; to provide for specified
- 4 mandatory and optional state funding mechanisms; and to
- 5 provide a ballot statement.

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- 7 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF WYOMING,
- 8 two-thirds of all the members of the two houses, voting
- 9 separately, concurring therein:

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- 11 Section 1. The following proposal to amend Wyoming
- 12 Constitution, Article 7 by creating a new Section 24 is
- 13 proposed for submission to the electors of the State of
- 14 Wyoming at the next general election for approval or
- 15 rejection to become valid as a part of the Constitution if
- 16 ratified by a majority of the electors at the election:

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2 Article 7, Section 24. Provision of school

3 facilities.

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The provision of school buildings and other capital 5 facilities relevant to the education of the school children 6 is the responsibility of the local school district. For 7 provision of school facilities, a district may submit a 8 9 bond issue to the voters for approval. The judgment of the 10 people as expressed by the bond election is final. The bonds shall be general obligations of the school district 11 12 and the costs including interest and principal shall be 13 paid through mill levies on the taxable property in the 14 district except that the state shall provide financing to 15 ensure that the mill levy raises as much per person as it 16 would if applied to the average per person valuation of the state as a whole. The number of persons in a school 17 18 district shall be determined by the federal census. For the 19 purposes of complying with the indebtedness limitation 20 contained in article 16, section 5 of this constitution, 21 each district shall be deemed to have an assessed valuation of not less than the statewide average per person valuation 22 23 multiplied by the population of the district. If the

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1 legislature does not by appropriation provide sufficient

2 funds to meet the obligations of this section, it shall be

3 the duty of the state board of equalization to propose a

4 statewide mill levy to meet the state's obligation under

5 this section and the duty of the state board of land

6 commissioners to approve or modify and approve the

7 proposal. The legislature shall provide by law for the

8 implementation of the requirements of this section and may

9 regulate the terms and conditions of the bonds and the

10 dates for holding elections. The legislature may

11 appropriate funds to relieve undue hardships created by

12 needs for school capital construction, and may, by law,

13 provide a financing mechanism for maintenance of school

14 facilities.

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16 Section 2. That the Secretary of State shall endorse

17 the following statement on the proposed amendment:

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19 In 2001, the Wyoming Supreme Court decided in the case of

20 State v. Campbell County School District that the provision

21 of school facilities was the responsibility of the state

22 not the individual school district. Prior to that decision,

23 the school districts had provided school facilities and

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normally financed the construction of these facilities 1 2 through local bond issues approved by the voters at an 3 election and repaid by a local property tax. The system 4 enacted by the legislature to comply with the Wyoming Supreme Court decision no longer works because the funding 5 source the legislature relied on (primarily bidding bonuses 6 from new coal leases) no longer yields significant revenue. 7 8 The legislature also reports the new system has been quite 9 expensive because the legislature is not as good a judge of 10 the need for local school facilities as the voters of the 11 school districts. This amendment will return school capital 12 construction to a local system with the addition of 13 mandatory state aid to raise the amount raised by the local 14 tax up to what a statewide levy would raise on a per person 15 basis. This provision is intended to provide fairness and 16 to enable districts with low property values to construct needed school facilities. The amendment also authorizes, 17 18 but does not require, the legislature to appropriate 19 additional funds to relieve undue hardships and to provide 20 a funding mechanism for maintenance of school facilities.

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22 (END)

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